

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

| Representatives Present During the Inspection: | | | | | |
|--|---|--|--|--|--|
| Company | Russell Hardy | | | | |
| Company | Ian McClain Associate Engineer | | | | |
| OGM | Karl Houskeeper Environmental Scientist III | | | | |

Inspection Report

| Permit Number: | C0150007 |
|------------------|------------------------------|
| Inspection Type: | COMPLETE |
| Inspection Date: | Wednesday, December 10, 2008 |
| Start Date/Time: | 12/10/2008 8:00:00 AM |
| End Date/Time: | 12/10/2008 1:30:00 PM |
| Last Inspection: | Wednesday, November 12, 2008 |

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: <u>Clear, Temp. 36 Deg. F.</u> InspectionID Report Number: <u>1859</u>

Accepted by: Jhelfric

1/6/2009

Permitee: CONSOLIDATION COAL CO

Operator: CONSOLIDATION COAL CO MID-CONTINENT REGION

Site: HIDDEN VALLEY MINE

Address: PO BOX 566, SESSER IL 62884

County: EMERY

Permit Type: PERMANENT COAL PROGRAM

Permit Status: RECLAIMED

Mineral Ownership

Types of Operations

960.00 Total Permitted
6.70 Total Disturbed
6.70 Phase I
Phase II
Phase III

Current Acreages

☐ Federal
☐ State
☐ County

Other

☐ Surface ☐ Loadout

✓ Underground

☐ Processing☐ Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Ian McClain from Consol was present during the inspection.

Inspector's Signature:

Karl Houskeeper, Environmental Scientist III

Date Wednesday, December 10, 2008

Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

Permit Number: C0150007 Inspection Type: COMPLETE

Inspection Date: Wednesday, December 10, 2008

Page 2 of 3

REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

| | | Evaluated | Not Applicable | Comment | Enforcemen |
|------|---|-----------|----------------|----------|------------|
| 1. | Permits, Change, Transfer, Renewal, Sale | ✓ | | ~ | |
| 2. | Signs and Markers | V | | V | |
| 3. | Topsoil | ✓ | | | |
| 4.a | Hydrologic Balance: Diversions | V | | | |
| 4.b | Hydrologic Balance: Sediment Ponds and Impoundments | V | ✓ | | |
| 4.c | Hydrologic Balance: Other Sediment Control Measures | V | | | |
| 4.d | Hydrologic Balance: Water Monitoring | ✓ | | | |
| 4.e | Hydrologic Balance: Effluent Limitations | V | ✓ | | |
| 5. | Explosives | V | V | | |
| 6. | Disposal of Excess Spoil, Fills, Benches | ✓ | ✓ | | |
| 7. | Coal Mine Waste, Refuse Piles, Impoundments | ✓ | ✓ | | |
| 8. | Noncoal Waste | V | | | |
| 9. | Protection of Fish, Wildlife and Related Environmental Issues | V | | | |
| 10. | Slides and Other Damage | V | | | |
| 11. | Contemporaneous Reclamation | ✓ | | | |
| 12. | Backfilling And Grading | ✓ | | | |
| 13. | Revegetation | V | | | |
| 14. | Subsidence Control | ✓ | V | | |
| 15. | Cessation of Operations | ✓ | | | |
| 16.a | Roads: Construction, Maintenance, Surfacing | ✓ | | | |
| 16.b | Roads: Drainage Controls | ✓ | | | |
| 17. | Other Transportation Facilities | V | | | |
| 18. | Support Facilities, Utility Installations | ✓ | | | |
| 19. | AVS Check | ✓ | | | |
| 20. | Air Quality Permit | ✓ | V | | |
| 21. | Bonding and Insurance | ✓ | | ✓ | |
| 22. | Other | V | | П | |

Permit Number: C0150007 Inspection Type: COMPLETE

Inspection Date: Wednesday, December 10, 2008

Page 3 of 3

1. Permits, Change, Transfer, Renewal, Sale

The current DOGM permit C/015/007 was issued effective 01/29/2007 and expires 01/29/2012.

- -Certificate of Insurance policy number BOG 9377 215-04, issued 11/05/2007 and terminates 01/05/2009.
- -UPDES permit UTG-040026 effective 05/01/2008 and expires @ midnight 04/30/2013.

2. Signs and Markers

The mine ID sign is in place and contains the required information.

21. Bonding and Insurance

Surety Bond \$90,758